

# **NewPeak Metals Limited**

**ABN 79 068 958 752**

## **Interim Financial Report - 31 December 2021**

Directors	Nicholas Mather - Non-executive Chairman David Mason - Non-executive Director Brian Moller - Non-executive Director Andrew Gladman - Non-executive Director
Company secretary	John Haley
Registered office and principal place of business	Level 27 111 Eagle Street Brisbane QLD 4000 Phone: (07) 3303 0650
Share register	Link Market Services Limited 10 Eagle Street Brisbane QLD 4000 Phone: 1300 554 474
Auditor	BDO Audit Pty Ltd Level 10 12 Creek Street Brisbane QLD 4000
Solicitors	Hopgood Ganim Level 8, Waterfront Place 1 Eagle Street Brisbane QLD 4000
Stock exchange listing	NewPeak Metals Limited shares are listed on the Australian Securities Exchange (ASX code: NPM). Additionally, the company has a secondary listing on the Frankfurt Stock Exchange, Frankfurter Wertpapierbörse (FSE ticker: NPM and Wertpapierkennnummer WKN: A2QCW3).
Website	<a href="http://www.newpeak.com.au">www.newpeak.com.au</a>

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of NewPeak Metals Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2021.

### **Directors**

The following persons were directors of NewPeak Metals Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Nicholas Mather - Non-executive Chairman

David Mason - Non-executive Director (Managing Director until 1 February 2022 and then Non-executive Director thereafter)

Brian Moller - Non-executive Director

Andrew Gladman - Non-executive Director

### **Company secretary**

Karl Schlobohm resigned as Company Secretary on 31 January 2022 and John Haley was appointed Company Secretary on the same date.

### **Principal activities**

During the half-year, the principal activity of the consolidated entity was holding strategic positions in several Gold properties in jurisdictions including Finland, New Zealand, and Argentina, together with Tungsten projects in Sweden. There were no significant changes in the principal activities of the consolidated entity.

### **Competent Persons Statement**

The information herein that relates to Exploration Targets and Exploration Results is based information compiled by Mr Jason McNamara, who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr McNamara is a permanent employee of NewPeak Metals.

Mr McNamara has more than twenty-five years' experience which is relevant to the style of mineralisation and types of deposits being reported and the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves" (the JORC Code). This public report is issued with the prior written consent of the Competent Person(s) as to the form and context in which it appears.

### **Review of operations**

The loss for the consolidated entity after providing for income tax amounted to \$1,890,553 (31 December 2020: \$980,474). The consolidated entity's results for the half year include an impairment of exploration and evaluation assets in the amount of \$1,029,576 (2020: \$nil). This represents a full impairment of the carrying value at 31 December 2021 of the consolidated entity's New Zealand tenements. The company has entered into discussions regarding a possible joint venture or sale of the company's New Zealand tenements. However there is no certainty these negotiations will be concluded.

NewPeak Metals is a diversified junior explorer with strategies and plans to move it towards a mid-tier sized resource company. The company holds a suite of very promising Gold and Critical Minerals prospects globally. NewPeak's assets are held in the top mining jurisdictions internationally, including Argentina, Finland, New Zealand, Sweden and Australia. In the last 6 months, the company has been systematic in moving each project forward towards further development in their varying stages of maturity.

In the latter part of the period, Mr David Mason retired as CEO of NewPeak Metals. He remains a significant shareholder and will provide continuity within the company as a Non-Executive Director. Mr Boyd White has been appointed as the interim CEO. The interim appointment is expected to be for up to 6 months whilst the company sources a permanent CEO. Mr White has worked closely with the Board since 2016. He has an accomplished record in the mining and energy sectors for over 30 years holding executive roles nationally and internationally. The Board also welcomes Mr John Haley to the company, who has been appointed NewPeak's new Chief Financial Officer and Company Secretary.

In light of these changes, paired with the costly manner of the COVID era, NewPeak will continue to develop each of its world-class assets, however has made a pivot in strategy in the best interests of the company shareholders. The status of the company's projects are to focus on its Argentina Gold assets, which have been assessed as the most prospective projects; and NewPeak will seek to JV its promising Gold projects in Finland, New Zealand, and Strategic Metals project in Sweden.

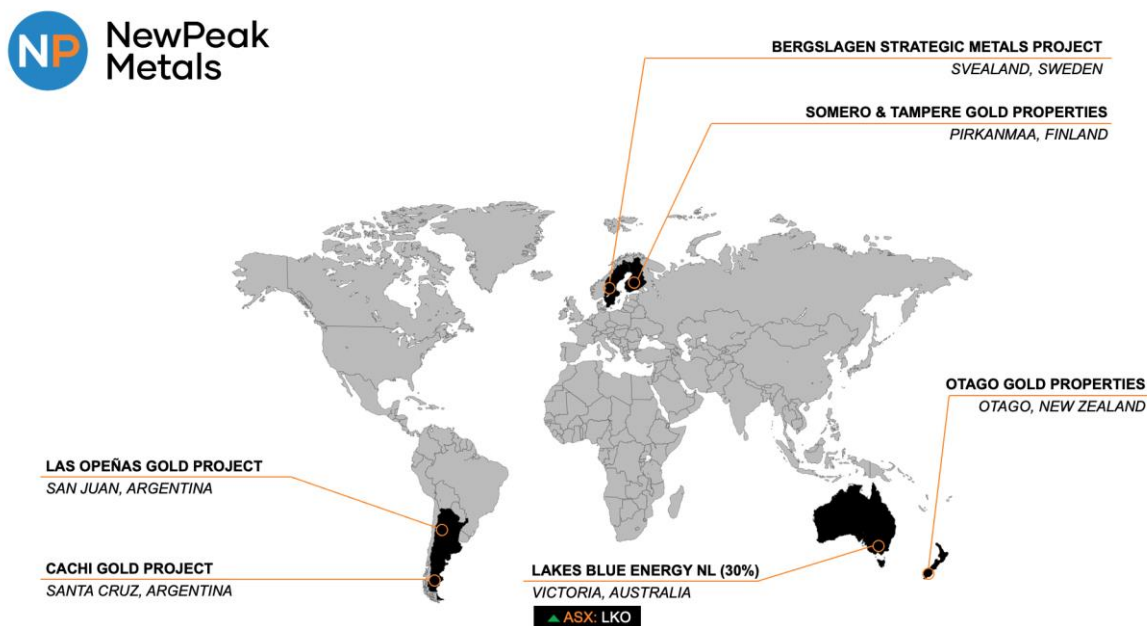
NewPeak is also a significant shareholder in Lakes Blue Energy (ASX:LKO), an Australian gas exploration company with diversified petroleum and gas assets in Queensland, Victoria, South Australia and Papua New Guinea.

A detailed summary of the company's corporate and project developments for the six months are set out below.

The summary covers:

- A. Argentina Gold Projects
- B. New Zealand Gold Projects
- C. Finland Gold Projects
- D. Sweden Strategic Metals Project
- E. Interest in ASX listed Lakes Blue Energy NL, Australia

NewPeak's current suite of resource exploration projects are shown in **Figure 1**.



**Figure 1 – Location of NewPeak Metals interests in world mineral properties and investments**

#### A. Argentina Gold Projects

NewPeak holds interest in two properties in Argentina, the Las Opeñas Gold Project and the Cachi Gold Project. Both properties are highly mineralised in Gold and located in mining friendly provinces of Argentina.

##### Las Opeñas Gold Project

The Las Opeñas Gold Project is located in the San Juan province (**Figure 2**) at an elevation of 3,000m above sea level. The lease area is 1,462ha and lies on the same structural trends of the Indio Belt, which hosts several large deposits including the multi-million-ounce Gold Deposits of Barrick Gold's Veladero and Pascua Lama. Las Opeñas is ready for a major drilling program with NewPeak targeting a tier 1 precious metal resource.

NewPeak has focussed on the highly mineralised array of epithermal Gold and Silver veins, adjacent to a magmatic breccia system, named Belleza Target, likely to have formed from a deeper porphyry system which remains largely untested. The breccia has similar geological characteristics to Gold Field's Salares Nortes deposit in Chile which has several million ounces of Gold below 100m depth and a surface expression of only 200m by 300m.

Las Opeñas is 30km from the township of Rodeo and 200km from San Juan city, enabling year-round work. A well maintained public gravel road connects the projects to the nearest village of Angualasto approximately 20km to the south. The property has water available all year.

An initial test phase drilling targeting the epithermal veins, was completed in 2019. This drilling resulted in confirmation of high-grade mineralized zones to moderate depths from surface. A second phase drilling program is being designed to further define the mineralisation of both the epithermal veins and the large Belleza breccia target. To support the design for the second phase drilling program, a successful Gradient Array Induced Polarisation Survey (GAIP) was undertaken. The GAIP survey focused on the Belleza Target and defined two large 600-800m long and 100-150m wide chargeability anomalies. One located in the North and one in the South.

Surface geological mapping and sampling were conducted across both chargeability zones to further assist planning for the drilling. The results of the surface sampling confirmed that Gold and base Metal mineralisation is strongest across the Northern anomaly returning a number of high grade rock chip results. The Northern anomaly displays the strongest surface indicators for precious metal and base metal mineralisation. In the Southern anomaly, the discovery of a new breccia zone and deeper geological chargeability response indicates the mineralisation still occurs, however may be deeper.

The Las Opeñas Gold Project has the potential to host a large intermediate sulphidation epithermal system of bulk tonnage Gold-Silver-Base Metal mineralisation, enhanced by structurally controlled high-grade precious metal mineralisation.



**Figure 2 – Location map of Las Opeñas Gold Property**

### **Cachi Gold Project**

The Cachi Gold Project is located in Santa Cruz province within the Deseado Massif of Argentina. (**Figure 3**) NewPeak has several Gold properties within the Deseado Massif, with Cachi being the largest and most advanced. The region is host to several multi-million-ounce, epithermal style Gold-Silver deposits including Cerro Vanguardia, owned by AngloGold Ashanti, Cerro Negro owned by Goldcorp and Cerro Moro owned by Yamana.

Cachi is a vast Caldera hosted epithermal Gold vein system spanning more than 10km across and 5km in width with over 15 high quality targets currently defined. Exploration is progressing systematically in each of these targets with the aim to discover and define an international standard multi-million-ounce Gold resource. Two phases of reconnaissance drilling were successfully completed, testing a handful of the priority targets.

The first phase of drilling proved that the Gold mineralisation found on surface, further extends at depth to over 200m. The results concluded that the Cachi Gold Project is a large epithermal system hosting both precious metals, including Gold and Silver, and base metals, such as Zinc and Lead.

Surface work is continuing at Cachi to map the epithermal veins as well as the alteration found at surface. The highest surface results at Cachi have been returned from the Vetos Cachi and Simon targets. These targets have returned significant Gold and Silver results up to 130g/t Gold, 17,111g/t Silver, 2.1% Lead and 0.15% Copper<sup>1</sup>. With the success of the magnetic and GAIP geophysical surveys conducted at the Las Opeñas Gold Project, NewPeak undertook a similar approach at Cachi to assist with the identification of mineralisation and structural interpretation to guide future drilling. Processing and interpretation of data will be completed and used in conjunction with surface mapping to further define priority targets for drilling.



**Figure 3 – Location map of Cachi Gold Project**

<sup>1</sup> Refer to ASX announcement dated 2<sup>nd</sup> December 2021

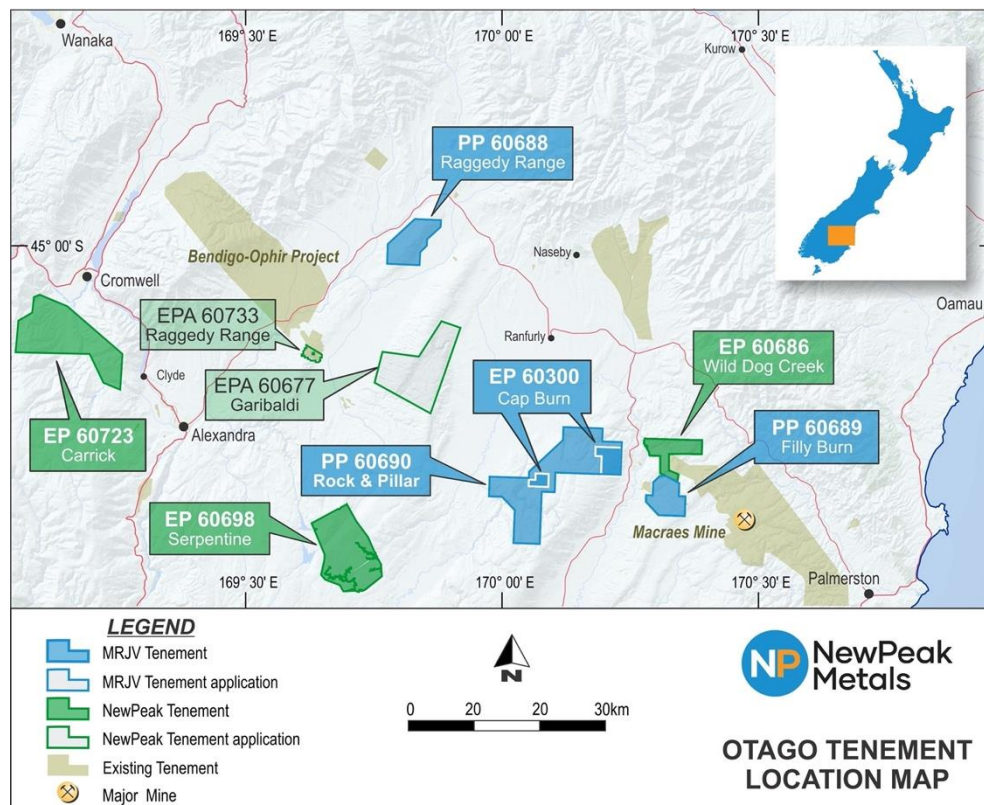
## **B. New Zealand Gold Projects**

NewPeak owns various properties in the Otago region of the South Island of New Zealand (**Figure 4**). NewPeak has 100% ownership in several Gold properties in the area with the Serpentine and Wild Dog Creek tenements granted during the second half of 2021. The NewPeak permist are located between OceanaGold's Macraes Mine in the East and Santana-Matakanui Bendigo-Ophir project in the West.



NewPeak owns a 75% stake in the Cap Burn Project, through an earn-in joint venture with MRJV (Mineral Rangahau Joint Venture). After successfully having completed a drilling program in the first half of 2021, NewPeak has met the Cap Burn Earn-in commitment and have a further 5 years to March 2026 before NewPeak is required to meet any further vendor payment. NewPeak has submitted an application for a 5-year extension to the Cap Burn Exploration Permit which currently expires in March 2022. NewPeak will cover all costs including work commitment spending, permit application fees and rentals. Additionally, NewPeak has accepted the First Right of Refusal from MRJV, to manage and operate the Rock and Pillar Prospecting Permit. The Rock and Pillar completely surrounds Cap Burn and provides NewPeak with a large footprint of prospective Gold ground in which to enlarge its exploration focus.

The two most advanced projects are the Cap Burn and Carrick permits. The maiden drilling at Cap Burn successfully confirmed the presence of gold bearing mineralised structures however a large shear zone such as those hosting other deposits in the area is still to be identified. The Carrick Goldfield, which is largely covered by the NewPeak permit has a long history of mining and exploration following the discovery of Gold in 1864. Significant work has been undertaken in the area by previous explorers providing NewPeak with a significant database of 874 rock chip samples, 349 stream sediment samples, 4,272 soil samples and 98 drill holes (RAB, RC and DD) totalling 7,596 meters of drilling.<sup>2</sup> Significant potential has already been identified by previous explorers and NewPeak is working towards the development of exploration plans for this area. The carrying value of the company's New Zealand tenements was fully impaired to nil at 31 December 2021.



**Figure 4 – Location map of Otago Gold Properties**

<sup>2</sup>Hill M, Smillie R, Ritchie T, Mason A, Stephens S, 2018 Evaluating historic exploration data from the Carrick Goldfield to make inform exploration decisions, AusIMM NZ Branch Conference 2018, Tauranga, New Zealand

### **C. Finland Gold Projects**

NewPeak holds 7 Gold exploration permits in the Tampere Gold province in southern Finland, as well as an additional 4 Gold permits further south in the Somero area. The suite of projects lie in a region which currently hosts three Gold mines, Orivesi, Jokisivu and Kaapelinkulma, with a processing facility at Vammala. These are all operated by Dragon Mining Limited (HKEx: 1712).

NewPeak's two most advanced prospects in Finland are the Satulinmäki prospect and Hopeavouri prospect. NewPeak undertook a drilling program at Satulinmäki consisting of 10 diamond drill holes for 1,955m. Drilling was focused on the main mineralisation zone identified in previous drilling, specifically referring to the NE-SW corridor. The aim of the drilling was to delineate apparent structurally controlled, high grade shoots within the southwest 300 x 200m portion of the corridor. Initial results have been encouraging, however a full evaluation will be possible when all assay results have been returned.

The Hopeavuori prospect was previously drilled by Sotkamo Silver AB, however the work has been confined to shallow, near surface testing of outcropping mineralization and does not necessarily reflect the true extent of the mineralized structure. Since the acquisition of the project, NewPeak has been awaiting transferring of the permit, which has recently been granted. NewPeak looks forward to testing the strike and depth extensions to this mineralisation with further drilling and exploration within the highly prospective area.

#### D. Sweden Strategic Metal Project

The Sweden Strategic Metals Project is a group of seven Exploration Permits covering a total area of 11,012Ha located in the historical Tungsten mining field of Bergslagen, near the city of Grängesberg (**Figure 5**). The project was acquired as a Tungsten focused project though significant levels of Copper, Lead, Zinc and Molybdenum were found in a recent sampling program, which has expanded the potential scope of the project. These minerals are the most sought after in the world, presently and for future, ranking high on the European Critical Raw Materials list.

A prospectivity study was completed which identified over 20 quality targets. The study enables NewPeak to focus on key targets for further detailed exploration activities to advance the project towards defining resource(s) to JORC standard over the next 6-12 months. In the study, 10 of the 20 targets were ranked High to Very High for Tungsten, Copper, Zinc and Gold mineralisation at economic levels<sup>3</sup>. These targets have exploration work planned, which involves field exploration, targeted ground geophysics, drilling and resource evaluation.

During the second half of 2021, work on the Swedish permits focused on the gathering and digitisation of historical drilling data for the Yxsjöberg and Sandudden mining areas. With this work now completed, NewPeak's aim is to create a 3D geological and mineralisation model from the digitised data. Should there be sufficient drilling and mining data which can be validated, this would allow for the reporting of resources to JORC standard. It may be a requirement to undertake additional drilling in areas where there is an absence of data or where data cannot be adequately validated. Following this, economical evaluations (Scoping Study) could then be undertaken to determine the next steps for the Yxsjöberg and Sandudden mining areas project. The study has successfully provided numerous high-quality targets with which to focus future exploration plans. The initial stages of work can deliver real value with relatively low expenditure.

<sup>3</sup> These rankings are subjective, utilising the key components of geochemical, geophysical and geological criteria for the specific skarn mineralisation being targeted.





**Figure 5 – Location map of Sweden Strategic Metals Project**

#### **E. Interest in ASX listed Lakes Blue Energy NL, Australia**

NewPeak is the largest shareholder of Lakes Blue Energy NL (ASX:LKO) holding 10,008,714,010 shares, or 23.62% of the current issued share capital. Lakes is an Australian gas and oil exploration company with diversified exploration assets in Queensland, Victoria, South Australia and Papua New Guinea.

The company will continue to maintain the investment in LKO until such time that the underlying value of its large portfolio of oil and gas prospects are realised.

#### **Significant changes in the state of affairs**

The company issued 1,945,588,736 new ordinary shares during the half-year, resulting in issued share capital increasing from \$36,296,146 to \$38,944,145 (refer note 11).

There were no other significant changes in the state of affairs of the consolidated entity during the financial half-year.

#### **Matters subsequent to the end of the financial half-year**

Lakes Blue Energy NL (Lakes, ASX:LKO) recommenced trading on the Australian Securities Exchange (ASX) on 7 February 2022. The company is a significant shareholder in Lakes holding 10,008,714,000 shares, or 23.62% of the current share capital of Lakes. Lakes is an Australian gas exploration company with exploration assets in Queensland, Victoria, South Australia and Papua New Guinea. Lakes announced on 1 February 2022 that it had completed a capital raising which was fully subscribed having raised in excess of \$5.4 million, and that preparation were well advanced for the drilling of the Wellesley-2 gas well in Queensland (refer to LKO ASX releases dated 1 February 2022).

On 16 February 2022, the company announced that it had issued 1,200,000,000 ordinary fully paid shares and 615,000,010 listed options in terms of a private placement. The shares were issued at \$0.001 per share and the attaching listed options were granted on 1 for 2 basis.

No other matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

#### **Material business risks**

Ongoing funding requirements	<p>The company's ability to raise further funding to meet both its operating and capital expenditure requirements depend upon a number of different factors. It is unlikely that the company will be able to obtain any debt financing. Were it able to secure such debt financing, the company would likely be required to accept restrictions on its operating activities. The company's operations are unlikely to generate any or sufficient cash flow to meet the company operating and capital expenditure needs in the near or medium terms.</p> <p>Meanwhile the company's ability to raise further equity financing is very sensitive to negative market sentiment, and the recent global economic outlook may make it challenging for the company to raise new equity capital in the near future (particularly in light of the disruption to international trade and travel, and likely global economic contraction as a result of government and private sector reactions to the COVID 19 pandemic and the Russia/Ukraine conflict). Accordingly, there is no guarantee that the company will be able to secure additional funding on terms favourable to the company. Further the company notes that to the extent that the company can raise further additional equity, that financing will dilute existing Shareholders. If the company is unable to obtain additional financing as required, it may not have sufficient working capital to be able to meet its financial commitments as and when they arise, and will be unable to further progress its exploration programs.</p>
COVID-19 Pandemic and natural disasters	<p>The performance of the company will continue to be influenced by the overall condition of various markets for commodities that are the subject of the company's exploration and mining ambitions. In addition, the company's ability to continue operating is dependent on the health of the capital markets (both debt and equity) which the company needs to access in order to fund its ongoing operations. While these markets are always influenced by the general condition of the wider economy, the COVID-19 Pandemic has had a materially adverse effect on, and continues to have such an effect on these markets.</p> <p>There is continued uncertainty as to the future impact of the COVID-19 Pandemic including relation to government action, work stoppages, lockdowns, quarantines, travel restrictions and the impact on the Australian economy and securities markets, as well as those in countries where there may be a demand for the company's target commodities.</p>
Operational risks	<p>Prosperity for the company and its subsidiaries will depend largely upon an efficient and successful implementation of all the aspects of exploration, developments, business activities and management of commercial factors. The operations of the company and its subsidiaries may be disrupted by a variety of risks and hazards which are beyond the control of the company.</p> <p>Exploration has been and will continue to be hampered on occasions by accidents, unforeseen cost changes, environmental considerations, unforeseen weather events, and other natural events including but not limited to the COVID-19 Pandemic.</p>
Government policy and taxation	<p>Changes in relevant taxation, interest rates, other legal, legislative and administrative regimes, and Government policies in Australia (at Federal and State level), may have an adverse effect on the assets, operations and ultimately the financial performance of company.</p>
Commodity prices	<p>The company's prospects and perceived value will be influenced from time to time by the prevailing short-term prices of the commodities targeted in exploration programs of the company and its subsidiaries. Commodity prices fluctuate and are affected by factors including supply and demand for mineral products, hedge activities associated with commodity markets, the costs of production and general global economic and financial market conditions. These factors may cause volatility which in turn, may affect the company's ability to finance its future exploration and/or bring the company's projects to market. As noted elsewhere above, the events relating to the COVID-19 Pandemic have had an impact on global demand for the company's target commodities. It is difficult if not impossible to accurately predict the direction of those markets in the short or medium terms.</p>

Tenement risks	All exploration permits in which company has an interest (directly or indirectly) will require compliance with certain levels of expenditure and renewal from time to time. If for any reason expenditure requirements are not met or a licence or permit is not renewed then company may suffer damage and as a result may be denied the opportunity to develop certain mineral resources.
Land access risks	Land access is critical for exploration and evaluation to succeed. Access to land for exploration purposes can be affected by factors such as land ownership and Native title claims.
Environmental risks	The various tenements which the company has interests in (whether directly or indirectly) are subject to laws and regulations regarding environmental matters, which mean there are potential liability risks.
Exploration and production	Tenements in which the company or its Related Bodies Corporate has an interest are at various stages of exploration. There can be no assurance that exploration of the project areas will result in the discovery of an economic reserve.
Contractual risk	The company's ability to efficiently conduct its operations in a number of respects depends upon a third-party product and service providers and contracts have, in some circumstances, been entered into by the company and its subsidiaries in this regard. Any default under such contracts by a third party may adversely affect the company.

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



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Brian Moller  
Director

16 March 2022  
Brisbane



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## DECLARATION OF INDEPENDENCE BY R M SWABY TO THE DIRECTORS OF NEWPEAK METALS LIMITED

As lead auditor for the review of NewPeak Metals Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of NewPeak Metals Limited and the entities it controlled during the period.



**R M Swaby**  
Director

**BDO Audit Pty Ltd**

Brisbane, 16 March 2022

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## **General information**

The financial statements cover NewPeak Metals Limited as a consolidated entity consisting of NewPeak Metals Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is NewPeak Metals Limited's functional and presentation currency.

NewPeak Metals Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 27  
111 Eagle Street  
Brisbane  
QLD 4000

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 16 March 2022.

**NewPeak Metals Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2021**



		<b>Consolidated</b>	
	<b>Note</b>	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
		<b>\$</b>	<b>\$</b>
<b>Other income</b>			
Interest revenue		37,391	29,979
		16	309
<b>Expenses</b>			
Consultancy fees		(125,519)	(73,866)
Depreciation and amortisation expense		(4,463)	-
Directors fees including Managing Director		(139,583)	(183,332)
Employee benefits expense		(132,360)	(94,419)
Exploration costs written-off	5	(42,255)	-
General administrative overheads		(99,411)	(170,853)
Impairment of exploration costs	5	(1,029,576)	-
Insurances		(27,743)	(24,908)
Legal expenses		(7,052)	(68,342)
Loss on equity settled liability		-	(43,908)
Management fees		(150,000)	(150,000)
Marketing and promotion		(27,461)	(44,668)
Project generation		-	(22,665)
Regulatory and compliance expenses		(112,803)	(82,143)
Finance costs		(29,734)	(51,658)
Total expenses		<u>(1,927,960)</u>	<u>(1,010,762)</u>
<b>Loss before income tax expense</b>		<b>(1,890,553)</b>	<b>(980,474)</b>
Income tax expense		-	-
<b>Loss after income tax expense for the half-year attributable to the owners of NewPeak Metals Limited</b>		<b>(1,890,553)</b>	<b>(980,474)</b>
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		<u>(20,628)</u>	<u>(276,070)</u>
Other comprehensive income for the half-year, net of tax		<u>(20,628)</u>	<u>(276,070)</u>
<b>Total comprehensive income for the half-year attributable to the owners of NewPeak Metals Limited</b>		<b><u>(1,911,181)</u></b>	<b><u>(1,256,544)</u></b>
		<b>Cents</b>	<b>Cents</b>
Basic earnings per share	12	(0.03)	(0.02)
Diluted earnings per share	12	(0.03)	(0.02)

*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*



		<b>Consolidated</b>	
	<b>Note</b>	<b>31 Dec 2021</b>	<b>30 June 2021</b>
		<b>\$</b>	<b>\$</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		602,855	566,453
Trade and other receivables	3	253,506	107,781
Total current assets		<u>856,361</u>	<u>674,234</u>
<b>Non-current assets</b>			
Investments accounted for using the equity method	4	-	-
Property, plant and equipment		42,352	46,815
Exploration and evaluation	5	5,929,432	5,463,734
Other non-current assets		74,612	51,128
Total non-current assets		<u>6,046,396</u>	<u>5,561,677</u>
<b>Total assets</b>		<u>6,902,757</u>	<u>6,235,911</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		687,758	689,291
Borrowings	6	-	77,994
Employee benefits		15,409	5,854
Total current liabilities		<u>703,167</u>	<u>773,139</u>
<b>Non-current liabilities</b>			
Deferred tax		1,931	1,931
Total non-current liabilities		<u>1,931</u>	<u>1,931</u>
<b>Total liabilities</b>		<u>705,098</u>	<u>775,070</u>
<b>Net assets</b>		<u>6,197,659</u>	<u>5,460,841</u>
<b>Equity</b>			
Issued capital	7	38,944,145	36,296,146
Other equity		373,333	373,333
Reserves	8	(1,260,112)	(1,239,484)
Accumulated losses		(31,859,707)	(29,969,154)
<b>Total equity</b>		<u>6,197,659</u>	<u>5,460,841</u>

*The above statement of financial position should be read in conjunction with the accompanying notes*

**NewPeak Metals Limited**  
**Statement of changes in equity**  
**For the half-year ended 31 December 2021**



<b>Consolidated</b>	<b>Issued capital \$</b>	<b>Other equity \$</b>	<b>Reserves \$</b>	<b>Accumulated losses \$</b>	<b>Total equity \$</b>
Balance at 1 July 2020	30,986,595	373,333	(1,181,841)	(28,030,993)	2,147,094
Loss after income tax expense for the half-year	-	-	-	(980,474)	(980,474)
Other comprehensive income for the half-year, net of tax	-	-	(276,070)	-	(276,070)
Total comprehensive income for the half-year	-	-	(276,070)	(980,474)	(1,256,544)
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs	3,176,684	-	-	-	3,176,684
Balance at 31 December 2020	<u>34,163,279</u>	<u>373,333</u>	<u>(1,457,911)</u>	<u>(29,011,467)</u>	<u>4,067,234</u>
<b>Consolidated</b>	<b>Issued capital \$</b>	<b>Other equity \$</b>	<b>Reserves \$</b>	<b>Accumulated losses \$</b>	<b>Total equity \$</b>
Balance at 1 July 2021	36,296,146	373,333	(1,239,484)	(29,969,154)	5,460,841
Loss after income tax expense for the half-year	-	-	-	(1,890,553)	(1,890,553)
Other comprehensive income for the half-year, net of tax	-	-	(20,628)	-	(20,628)
Total comprehensive income for the half-year	-	-	(20,628)	(1,890,553)	(1,911,181)
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs (note 7)	2,647,999	-	-	-	2,647,999
Balance at 31 December 2021	<u>38,944,145</u>	<u>373,333</u>	<u>(1,260,112)</u>	<u>(31,859,707)</u>	<u>6,197,659</u>

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

Note	Consolidated	
	31 Dec 2021 \$	31 Dec 2020 \$
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees (inclusive of GST)	(555,044)	(488,171)
Interest received	16	309
Interest and other finance costs paid	(29,734)	(23,172)
Net cash used in operating activities	(584,762)	(511,034)
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	-	(52,171)
Payments for exploration and evaluation	5 (1,438,772)	(544,921)
Payments for security deposits	(23,484)	(8,265)
Net cash used in investing activities	(1,462,256)	(605,357)
<b>Cash flows from financing activities</b>		
Proceeds from issue of shares	7 2,439,000	2,595,000
Share issue transaction costs	7 (277,586)	(76,239)
Repayment of borrowings	6 (77,994)	-
Net cash from financing activities	2,083,420	2,518,761
Net increase in cash and cash equivalents	36,402	1,402,370
Cash and cash equivalents at the beginning of the financial half-year	566,453	635,941
Cash and cash equivalents at the end of the financial half-year	<u>602,855</u>	<u>2,038,311</u>

*The above statement of cash flows should be read in conjunction with the accompanying notes*

## **Note 1. Significant accounting policies**

These general purpose financial statements for the interim half-year reporting period ended 31 December 2021 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2021 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

### **New or amended Accounting Standards and Interpretations adopted**

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

### **Going concern**

For the half-year ended 31 December 2021 the consolidated entity incurred a loss of \$1,890,553 after income tax and net cash outflows from operating activities of \$584,762.

The ability of the consolidated entity to continue as a going concern is dependent upon the consolidated entity being able to manage its liquidity requirements by taking some or all of the following actions:

- (1) Raising additional capital or securing other forms of financing, as and when necessary to meet the levels of expenditure required for the consolidated entity to continue to earn into the mineral properties in which it has an interest (earn in expenditure) and to meet the consolidated entity's working capital requirements;
- (2) Reducing its level of capital expenditure through farm-outs and/or joint ventures; and
- (3) Reducing its working capital expenditure.

These conditions give rise to a material uncertainty which may cast significant doubt over the consolidated entity's ability to continue as a going concern.

Notwithstanding the above, the Directors have concluded that the going concern basis of preparation of the financial statements is appropriate and any uncertainty regarding going concern is mitigated by the following:

- Proven ability of the consolidated entity to raise the necessary funding or settle debts via the issuance of shares, as evidenced by the raising of \$4,119,975 in cash during the 30 June 2021 financial year as well as the conversion of \$1,132,276 in debts, together with a further \$2,439,000 in cash (before share issue transaction costs) raised by way of a private placement and share purchase plan during the half-year ended 31 December 2021 (refer note 7).
- On 16 February 2022, the company announced that it had raised \$1,200,000 by way of a private placement (refer note 11).
- At 31 December 2021 the consolidated entity had net current assets of \$153,194 (30 June 2021: net current liabilities of \$98,905) and total net assets of \$6,197,659 (30 June 2021: \$5,460,841). Cash and cash equivalents at 31 December 2021 amounted to \$602,855 (30 June 2021: \$566,453).

Based on the above, the Directors are of the opinion that at the date of signature of the financial report there are reasonable and supportable grounds to believe that the consolidated entity will be able to meet its liabilities from its assets in the ordinary course of business, for a period of not less than 12 months from the date of this financial report and has accordingly prepared the financial report on a going concern basis.

Should the consolidated entity be unable to continue as a going concern, it may be required to realise its assets and liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amount and classification of liabilities that might be required should the consolidated entity not be able to continue as a going concern.

## Note 2. Operating segments

### Identification of reportable operating segments

The consolidated entity has identified its operating segments based on the internal reports that are reviewed and used by the parent entity's Board of Directors (chief operating decision-makers) in assessing performance and determining the allocation of resources. The consolidated entity is managed primarily on a geographic basis that is the location of the respective areas of interest (tenements) in Australia and New Zealand, the Americas, and Europe. Operating segments are determined on the basis of financial information reported to the Board which is at the consolidated entity level. The consolidated entity does not have any products/services it derives revenue from.

NewPeak Metals Limited operates predominantly in one business being in the mining industry, and three geographic locations, being Australia and New Zealand, the Americas and Europe. No sales revenue from this activity has been earned to date as NewPeak Metals Limited is still in the exploration and evaluation stage. All significant operating decisions are based upon analysis of the consolidated entity as one segment. The financial results from the segment are equivalent to the financial statements of the consolidated entity as a whole.

### Operating segment information

	Australia and New Zealand \$	Americas \$	Europe \$	Eliminations* \$	Total \$
<b>Consolidated - 31 Dec 2021</b>					
<b>Operating result</b>	(1,743,066)	(28,093)	(119,394)	-	(1,890,553)
<b>Loss before income tax expense</b>					(1,890,553)
Income tax expense					-
<b>Loss after income tax expense</b>					(1,890,553)
<b>Assets</b>					
Segment assets	20,182,688	2,812,162	1,627,860	(17,719,953)	6,902,757
<b>Total assets</b>					6,902,757
<b>Liabilities</b>					
Segment liabilities	6,960,676	7,373,768	4,090,607	(17,719,953)	705,098
<b>Total liabilities</b>					705,098

\* These eliminations relate to intercompany loans.

	Australia \$	Americas \$	Europe \$	Eliminations* \$	Total \$
<b>Consolidated - 31 Dec 2020</b>					
<b>Operating result</b>	(804,877)	(77,429)	(98,168)	-	(980,474)
<b>Loss before income tax expense</b>					(980,474)
Income tax expense					-
<b>Loss after income tax expense</b>					(980,474)

### Consolidated - 30 June 2021

<b>Assets</b>					
Segment assets	18,130,638	2,520,154	721,382	(15,136,263)	6,235,911
<b>Total assets</b>					6,235,911
<b>Liabilities</b>					
Segment liabilities	5,775,322	7,154,180	2,981,831	(15,136,263)	775,070
<b>Total liabilities</b>					775,070

\* These eliminations relate to intercompany loans.

### Note 3. Trade and other receivables

	Consolidated	
	31 Dec 2021	30 June 2021
	\$	\$
<i>Current assets</i>		
Other receivables	118,163	21,198
Prepayments	70,667	29,000
GST receivable	64,676	57,583
	<u>253,506</u>	<u>107,781</u>

### Note 4. Investments accounted for using the equity method

	Consolidated	
	31 Dec 2021	30 June 2021
	\$	\$
<i>Non-current assets</i>		
Investment in Lakes Blue Energy NL	7,390,480	7,390,480
Less: provision for impairment	(7,390,480)	(7,390,480)
	<u>-</u>	<u>-</u>

### Interests in associates

Interests in associates are accounted for using the equity method of accounting. Information relating to associates that are material to the consolidated entity are set out below:

Name	Principal place of business / Country of incorporation	Ownership interest	
		31 Dec 2021 %	30 June 2021 %
Lakes Blue Energy NL	Australia	28.18%	28.18%

### Summarised financial information

	Ownership interest %	Current assets \$	Non-current assets \$	Current liabilities \$	Non-current liabilities \$	Revenue and other income \$	Profit/(loss) before tax \$	Other comprehen- sive income \$
Lakes Blue Energy NL								
31 Dec 2021	28.18%	<u>1,897,756</u>	<u>23,531,908</u>	<u>1,574,007</u>	<u>11,505,301</u>	<u>33,002</u>	<u>(1,668,979)</u>	-
30 June 2021	28.18%	<u>1,152,951</u>	<u>23,479,587</u>	<u>1,625,820</u>	<u>9,946,930</u>	<u>189,776</u>	<u>(4,205,480)</u>	-
30 June 2020	29.72%	<u>1,118,100</u>	<u>23,714,897</u>	<u>4,082,268</u>	<u>4,382,432</u>	<u>1,741,053</u>	<u>(624,653)</u>	-



#### Note 4. Investments accounted for using the equity method (continued)

The consolidated entity's share of losses over the periods above totals \$1,841,069 have not been recognised since the investment was impaired.

In the Lakes Blue Energy NL (Lakes, ASX: LKO) annual financial statements for the year ended 30 June 2019 the auditor issued a disclaimer of opinion which coupled with the suspension from the official quotation of Lakes Blue Energy NL from the Australian Securities Exchange (ASX) triggered an impairment event. There being no active market for the securities of Lakes Blue Energy NL, the consolidated entity was unable to use the quoted market price as the level 1 fair value hierarchy. Management determined the value in use of the investment using estimates of its share of the present value of the estimated future cash flows expected to be generated by Lakes Blue Energy NL and the present value of the estimated future cash flows expected to arise from dividends to be received from the investment and from its ultimate disposal. Both methods give the same result and the consolidated entity has recognised a provision for impairment for the full carrying value of its investment. These conditions remain present at 31 December 2021.

As stated in note 11, Lakes recommenced trading on the Australian Securities Exchange (ASX) on 7 February 2022. In doing so, Lakes have lodged financial reports for the intervening periods which has provided the consolidated entity with the information on which to base the above disclosures.

#### Note 5. Exploration and evaluation

	Consolidated	
	31 Dec 2021	30 June 2021
	\$	\$
<i>Non-current assets</i>		
Exploration and evaluation assets - at cost	6,959,008	5,463,734
Less: Impairment	(1,029,576)	-
	<u>5,929,432</u>	<u>5,463,734</u>

#### Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Exploration and evaluation \$
Balance at 1 July 2021	5,463,734
Additions	1,438,772
Asset acquisitions - Las Opeñas Gold Project	40,000
Exchange differences	58,757
Impairment of assets*	(1,029,576)
Write off of assets	(42,255)
Balance at 31 December 2021	<u>5,929,432</u>

- \* Represents the impairment of the company's New Zealand tenements. The company has been engaged in negotiations to sell or joint venture the company's New Zealand tenements. The Directors have resolved not to expend any further funds on these tenements and to allow them to lapse in June 2022 unless the tenements are subject to a joint venture by that date.

## Note 6. Borrowings

	Consolidated	
	31 Dec 2021	30 June 2021
	\$	\$
<i>Current liabilities</i>		
Unsecured:		
Short term loans	-	77,994

Movements in the carrying value:

	Consolidated	
	31 Dec 2021	30 June 2021
	\$	\$
Opening balance	77,994	182,374
Repayments during the year	(83,715)	(100,000)
Interest capitalised	5,721	20,360
Exchange differences	-	(24,740)
Closing balance	-	77,994

## Note 7. Issued capital

	Consolidated			
	31 Dec 2021	30 June 2021	31 Dec 2021	30 June 2021
	Shares	Shares	\$	\$
Ordinary shares - fully paid	7,649,750,034	5,704,161,298	38,944,145	36,296,146

*Movements in ordinary share capital*

Details	Date	Shares	Issue price	\$
Balance	1 July 2021	5,704,161,298		36,296,146
Share placement (a)	19 July 2021	1,083,333,335	\$0.00150	1,625,000
Shares issued as partial consideration for professional services	19 July 2021	6,335,530	\$0.00197	12,500
Shares issued as partial consideration for professional services	18 August 2021	26,461,850	\$0.00200	52,924
Shares issued as partial consideration for professional services	19 August 2021	7,143,140	\$0.00200	14,286
Share purchase plan (b)	27 October 2021	542,666,613	\$0.00150	814,000
Debt conversion (c)	22 November 2021	54,583,333	\$0.00150	81,875
Debt conversion (c)	21 December 2021	185,064,935	\$0.00154	285,000
Acquisition of Las Opeñas Gold Project (note 5)	22 December 2021	40,000,000	\$0.00100	40,000
Share issue costs				(277,586)
Balance	31 December 2021	7,649,750,034		38,944,145

### (a) Share placement

On 19 July 2021, the company placed 1,083,333,335 ordinary shares at \$0.0015 per share with sophisticated and professional investors and raised \$1,625,000 before costs.

**Note 7. Issued capital (continued)**

*(b) Share purchase plan*

A total of 542,666,613 \$0.0015 ordinary shares were issued under a Share Purchase Plan (SPP) that raised a total of \$814,000.

*(c) Debt conversion*

22 November 2021

- 54,583,333 \$0.0015 ordinary shares issued to the company's Managing Director under the Directors' Fee Plan approved by shareholders at the company's 2020 AGM. The shares issued were for partial satisfaction of debts owed to the Managing Director and were of equal value to the debt converted.

21 December 2021

- 185,064,935 \$0.00154 ordinary shares issued to satisfy \$285,000 of debt owed to DGR Global Limited.

**Note 8. Reserves**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 June 2021</b>
	<b>\$</b>	<b>\$</b>
Financial assets at fair value through other comprehensive income reserve	(264,905)	(264,905)
Foreign currency reserve	(2,527,516)	(2,506,888)
Share-based payments reserve	1,532,309	1,532,309
	<u>(1,260,112)</u>	<u>(1,239,484)</u>

*Movements in reserves*

Movements in each class of reserve during the current financial half-year are set out below:

	Financial assets at fair value through other comprehensive income \$	Foreign currency reserve \$	Share-based payments reserve \$	Total \$
<b>Consolidated</b>				
Balance at 1 July 2021	(264,905)	(2,506,888)	1,532,309	(1,239,484)
Foreign currency translation	-	(20,628)	-	(20,628)
Balance at 31 December 2021	<u>(264,905)</u>	<u>(2,527,516)</u>	<u>1,532,309</u>	<u>(1,260,112)</u>

**Note 9. Related party transactions**

*Subsidiaries*

Interests in subsidiaries are set out in note 10.

*Associates*

Interests in associates are set out in note 4.

## Note 9. Related party transactions (continued)

### Transactions with related parties

The following transactions occurred with related parties:

	Consolidated	
	31 Dec 2021	31 Dec 2020
	\$	\$
Payment for goods and services:		
Payment for services - DGR Global Ltd (a)	150,000	150,000
Payment for services - Hopgood Ganim (b)	111,032	21,890
Payment for other expenses:		
Interest paid to a director (c)	5,721	14,540

- (a) The Group has a commercial arrangement with DGR Global Limited (common Directors include Nicholas Mather and Brian Moller) for the provision of various services, whereby DGR Global provides resources and services including the provision of its administration staff, its premises (for the purposes of conducting the Company's business operations), use of existing office furniture, equipment and stationery, together with general telephone, IT infrastructure, reception and other office facilities (Services). In consideration for the provision of the Services, the Group pays DGR Global a monthly administration fee.
- (b) Mr Brian Moller (a Director), is a partner in the Australian firm Hopgood Ganim lawyers. Hopgood Ganim provides legal services to the Group and the fees are based on normal commercial terms and conditions.
- (c) Mr David Mason (a Director) has provided an unsecured loan to the company.

### Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	Consolidated	
	31 Dec 2021	30 June 2021
	\$	\$
Current payables:		
Trade payables - DGR Global Ltd	1,469	165,115
Trade payables - Hopgood Ganim	90,315	18,120

The outstanding balances at each relevant year end are unsecured, interest free and settlement occurs in cash.

### Loans to/from related parties

The following balances are outstanding at the reporting date in relation to loans with related parties:

	Consolidated	
	31 Dec 2021	30 June 2021
	\$	\$
Current borrowings:		
Loan from director (note 6)	-	77,994

## **Note 10. Interests in subsidiaries**

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1:

Name	Principal place of business / Country of incorporation	Ownership interest	
		31 Dec 2021 %	30 June 2021 %
Excarb Pty Ltd	Australia	100%	100%
Dark Horse Energy Holdings Pty Ltd	Australia	100%	100%
Dark Horse Lithium Holdings Pty Ltd	Australia	100%	100%
Excarb S.A.	Argentina	100%	100%
NewPeak NZ Ltd	New Zealand	100%	100%
NewPeak Finland Ltd	Finland	100%	100%
Kultatie Holding Oy	Finland	83%	83%
Kultatie Oy	Finland	100%	100%
NewPeak Sweden Ltd	Sweden	100%	100%

## **Note 11. Events after the reporting period**

Lakes Blue Energy NL (Lakes, ASX: LKO) recommenced trading on the Australian Securities Exchange (ASX) on 7 February 2022. The company is a significant shareholder in Lakes holding 10,008,714,000 shares, or 23.62% of the current share capital of Lakes. Lakes is an Australian gas exploration company with exploration assets in Queensland, Victoria, South Australia and Papua New Guinea. Lakes announced on 1 February 2022 that it had completed a capital raising which was fully subscribed having raised in excess of \$5.4 million, and that preparations were well advanced for the drilling of the Wellesley-2 gas well in Queensland (refer to LKO ASX releases dated 1 February 2022). The closing share price of Lakes on 7 February 2022 (the date it recommenced trading on the ASX), was \$0.0010. The consolidated entity held 10,008,714,010 ordinary shares in Lakes on 7 February 2022 with a fair value of \$10,008,714.

On 16 February 2022, the company announced that it had issued 1,200,000,000 ordinary fully paid shares and 615,000,010 listed options in terms of a private placement. The shares were issued at \$0.001 per share and the attaching listed options were granted on 1 for 2 basis.

No other matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

## **Note 12. Earnings per share**

	Consolidated	
	31 Dec 2021 \$	31 Dec 2020 \$
Loss after income tax attributable to the owners of NewPeak Metals Limited	(1,890,553)	(980,474)
	<b>Number</b>	<b>Number</b>
Weighted average number of ordinary shares used in calculating basic earnings per share	6,927,864,153	4,193,705,944
Weighted average number of ordinary shares used in calculating diluted earnings per share	6,927,864,153	4,193,705,944
	<b>Cents</b>	<b>Cents</b>
Basic earnings per share	(0.03)	(0.02)
Diluted earnings per share	(0.03)	(0.02)

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



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Brian Moller  
Director

16 March 2022  
Brisbane



## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of NewPeak Metals Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of NewPeak Metals Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2021 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

#### Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

### **Responsibility of the directors for the financial report**


The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility for the review of the financial report**

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**BDO Audit Pty Ltd**



**R M Swaby**  
Director

Brisbane, 16 March 2022